

# Crocus Investment Fund

Supplement to Receiver's Report No. 13

October 14, 2011

Receiver's Report #13 ("Report #13") dated May 31, 2011 recommended a second interim distribution ("Second Distribution") of approximately \$7.9 million which equates to \$0.55 per Class A and I share of the Crocus Investment Fund ("Crocus").

Subsequent to Report #13, the Receiver has continued to realize on the portfolio of investments generating additional proceeds. As at September 30, 2011, it held approximately \$16.3 million in cash and equivalents which represent a \$1.7 million increase from the \$14.6 million outlined in Report #13. A Statement of Receipts and Disbursements as at September 30, 2011 is attached as Appendix 1.

The Receiver has also been recently notified by Shelter Canadian Properties, the property manager for the Crocus Building located at 211 Bannatyne, that it is seeking \$0.2 million from the Receiver for unbilled operating costs from 2003 to 2010. In addition it has notified the Receiver that the annual operating costs will increase by approximately \$0.1 million per year for the remaining term (5 years) of the lease.

Given the additional realizations and resultant increase in cash holdings, the Receiver now recommends the proposed Second Distribution be increased to \$9.0 million which equates to approximately \$0.63 per Class A and I share.

Respectfully submitted this 14th day of October, 2011.

**DELOITTE & TOUCHE INC.**, in its capacity as Receiver and Manager of Crocus Investment Fund and not in its personal capacity.



Per: S. P. Peleck  
Senior Vice-President

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# Appendix 1 – Statement of Receipts and Disbursements (September 30, 2011)

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**Deloitte & Touche Inc., Receiver and Manager of  
CROCUS INVESTMENT FUND  
Statement of Receipts and Disbursements  
For the Period June 28, 2005 to September 30, 2011**

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**Receipts**

Cash and Short Term Investments on Hand	\$	23,363,012
Contract Back Office Services		518,463
Dividends-Portfolio		657,483
Income Tax Refund		278,832
Insurance Claim and Premium Refund		20,662
Interest-Portfolio		1,636,446
Interest-Short Term Investments		7,272,278
Investment Principal Repayments		2,106,248
Management Fees		1,062,816
Proceeds on Disposal of Investments		51,790,007
Rent/Sub-Lease		1,648,364
Sundry		223,796
Pre-Receivership Accounts Receivable		1,247,368
Class Action Settlements		6,812,978

**Total Receipts**

98,638,753

**Disbursements**

Advances to Investees	\$	265,132
Capital Tax		200,257
Computer, Telephone and Office Expense		681,209
Consulting Fees		306,540
Employee Pension		442,922
Insurance - Indemnification		141,608
Investee Guarantee and Indemnification		1,344,677
Investment Expenses		194,625
Legal Fees		2,057,925
Legal Fees - Indemnification		662,601
Payroll & Benefits		1,735,550
Receiver and Manager Fees		6,208,309
Records Review		1,288,814
Rent		2,568,783
Settlements		620,000
Shareholder Services		1,174,552
Pre-Receivership Payables and Accruals		914,385

**Total Disbursements**

20,807,889

**Excess of Receipts over Disbursements prior to:**

77,830,864

Interim Distribution - Class "A" Shares		52,204,056
Interim Distribution - Class "I" & "L" Shares		264,955
Class Action Settlements		6,524,405

**Excess of Receipts over Disbursements**

\$ 18,837,448

Represented by:

Short Term Investments and Bonds	\$	16,290,524
Cash in Trust - Interim Distribution		2,258,351
Cash in Trust - Class Action Settlements		288,573

\$ 18,837,448